

HEALTH

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AGENCY BUDGET OVERVIEW

HEALTH

Mission: *Protect the public's health by preventing avoidable illness, injury, disability and premature death; assure access to affordable, quality health care; promote healthy lifestyles; and monitor health trends and events*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings list appropriated FY 2008 funding)

Medicaid - \$1.7 billion

- Provided health care for 196,400 individuals
- Provided primary health care for 15,800 individuals through the Primary Care Network

Community and Family Health - \$107.9 million

- Vaccinated 540,829 children and adults
- Expanded newborn screening from four genetic conditions to 36 conditions
- Served 3,456 children through the Baby Watch/Early Intervention program
- Provided tobacco cessation services for 12,125 smokers

Children's Health Insurance (CHIP) - \$71.4 million

- Provided health and dental care for 35,257 children

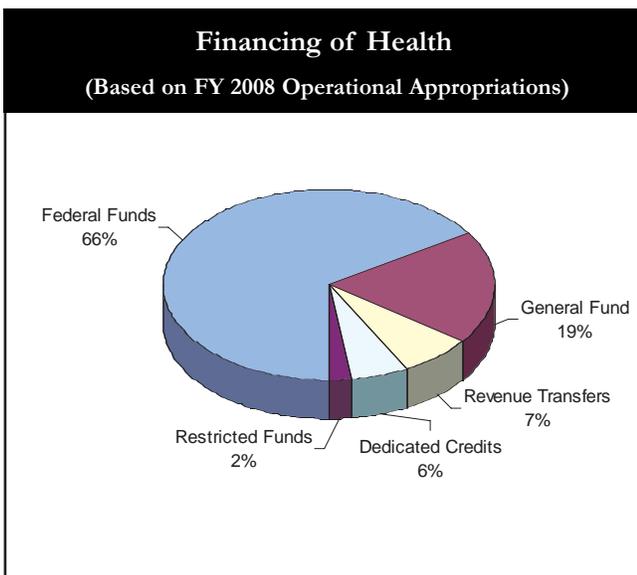
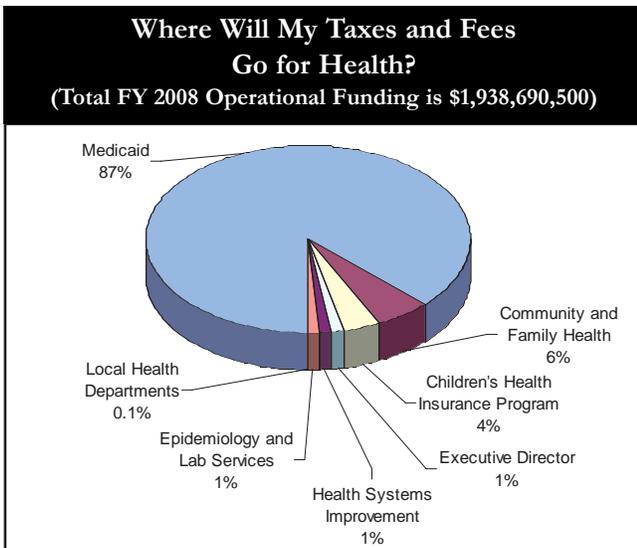
Health Systems Improvement - \$19.5 million

- Conducted basic health and licensing inspections for 750 health care providers and 350 Medicare and Medicaid providers
- Implemented new programs to reduce the estimated 400 deaths per year due to medical errors in hospitals
- Performed pre-admission and continued-stay reviews for 4,700 Medicaid patients in nursing homes and facilities for the mentally retarded or mentally ill

Epidemiology and Lab Services - \$19 million

- Detected and investigated 2,648 communicable diseases, including E. coli, influenza, and West Nile Virus
- Investigated 80 disease outbreak clusters in FY 2006
- Enhanced capacity to rapidly detect and respond to bio-terrorism events

Other services, such as local health departments and bio-terrorism preparedness - \$29.2 million



BUDGET ADJUSTMENTS BY AGENCY

(See itemized table for full list of appropriations)

Health Systems Improvement

- Increase primary care grants with \$500,000 ongoing General Fund
- Purchase antiviral medication for stockpile with \$750,000 one-time General Fund

Community and Family Health Services

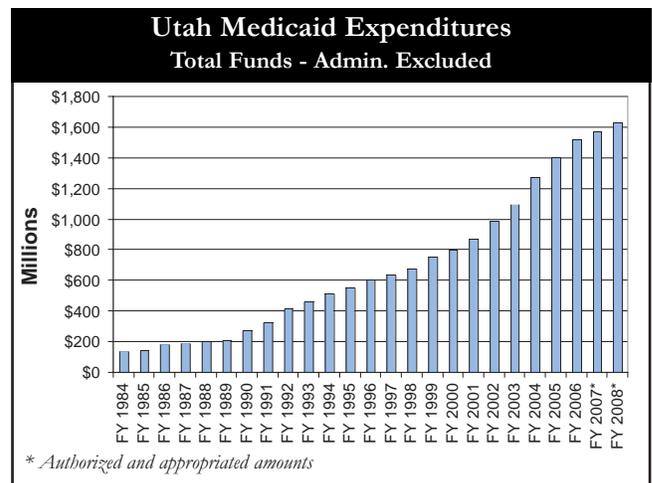
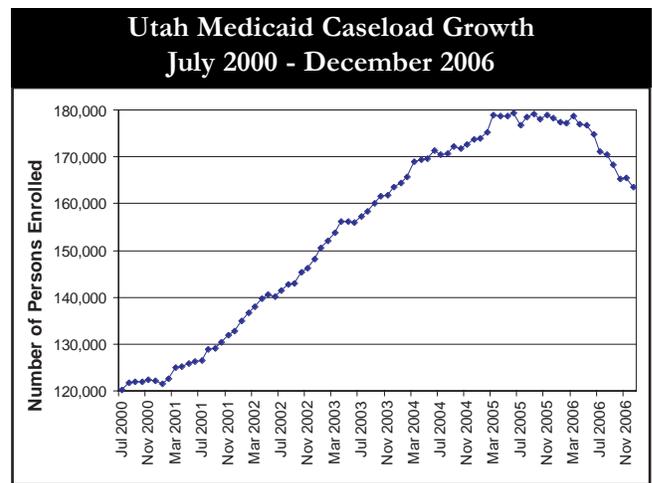
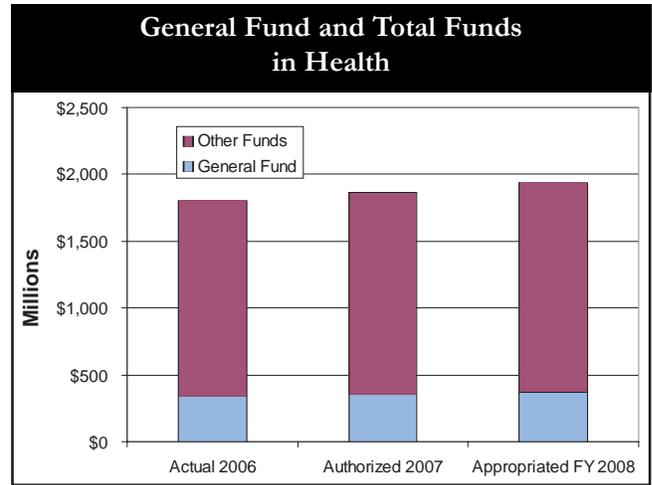
- Replace federal funding for the Utah Birth Defects Network with \$360,000 ongoing and \$173,000 supplemental General Fund
- Fund Baby Watch/Early Intervention caseload growth and provider increases with \$2,280,600 ongoing General Fund
- Increase vaccination funding with \$500,000 one-time General Fund

Medicaid program

- Replace one-time funding with \$19,649,000 ongoing General Fund (\$68,368,100 total funds)
- Fund Medicaid utilization and caseload growth with \$3,049,600 ongoing General Fund (\$9,658,300 total funds)
- Increase the reimbursement rates for Medicaid providers with \$15,303,800 ongoing General Fund (\$48,027,600 total funds)
- Account for an increase in the percentage of Medicaid costs paid by the federal government with a reduction of \$10,135,900 ongoing General Fund
- Provide adult dental services with \$2,000,000 one-time General Fund (\$6,958,900 total funds)
- Provide adult vision services with \$174,000 one-time General Fund (\$605,400 total funds)
- Consolidate eligibility services by transferring 255 full-time equivalents (FTEs) from the Department of Health to the Department of Workforce Services and by reducing the Health Care Financing line item by \$6,563,100 General Fund (\$14,784,900 total funds)

Children's Health Insurance Program

- Enroll 12,000 additional children with \$2,000,000 ongoing General Fund (\$9,940,400 ongoing total funds) and \$2,000,000 one-time restricted funds (\$9,940,400 one-time total funds)



* Authorized and appropriated amounts

LEGISLATIVE INTENT STATEMENTS

Legislative Intent Statements

House Bill 150

FY 2008, Item

84 The Office of the Legislative Fiscal Analyst should conduct a study of contract rates of local and private providers for the departments of Health and Human Services and submit a written report to the Health and Human Services Appropriations Subcommittee by the 2008 General Session.

85 Up to \$250,000 appropriated for the Primary Care Grants Program is nonlapsing.

Up to \$210,000 from fees collected for the purpose of plan reviews by the Bureau of Health Facility Licensure, Certification and Resident Assessment is nonlapsing.

Up to \$50,000 appropriated for assistance for people with bleeding disorders is nonlapsing.

Civil penalties money collected from child-care and health care provider violations is nonlapsing.

87 Up to \$500,000 of funding for the alcohol, tobacco, and other drug prevention reduction, cessation, and control programs is nonlapsing.

General Fund of \$25,000 appropriated to the Department of Health for Community and Family Health Services should be used to create a public awareness campaign to educate parents, health care providers, and women about the causes and risk factors

associated with cervical cancer and the prevention of cervical cancer.

88 Up to \$500,000 appropriated to Health Care Financing for funding of the Medicaid Management Information System is nonlapsing.

The departments of Health and Workforce Services are to provide progress reports regarding the consolidation of the Medicaid eligibility system to the Health and Human Services and Commerce and Workforce Services Joint Appropriations Subcommittees when requested. A full report is to be presented to Executive Appropriations Committee on or before the November 2007 meeting.

89 The Office of the Legislative Fiscal Analyst shall monitor the caseload, utilization, inflation, revenue and expenditures of Utah's Medicaid pharmacy program. The Medicaid pharmacy program should be listed as a separate and distinct program within the Medical Assistance program in the FY 2009 budget.

The Department of Health should apply for a federal waiver for a capitated adult vision Medicaid program. If the waiver is approved, \$174,000 appropriated to the Department of Health Medical Assistance program should be used to fund the waiver.

90 The \$2,000,000 in additional one-time General Fund Restricted - Tobacco Settlement Account and the matching federal funds appropriated to the Children's Health Insurance Program should be used to expand program enrollment.

Senate Bill 3

FY 2008, Item

- 85 General Fund of \$90,000 appropriated to the Department of Health - Executive Director's Office should be used for electronic medical records.

- 88 General Fund of \$750,000 should be used to purchase an antiviral stockpile.

The Department of Health should grant \$250,000 to the Maliheh Free Clinic.

The Department of Health should grant \$1,000,000 to the Moab Hospital.

- 93 Funds transferred in this item to the Department of Workforce Services as part of the eligibility services consolidation are to be used to fund the compensation package of the transferred FTEs.

- 94 General Fund of \$5,267,900 appropriated to the Medicaid Base Program should be used to increase Medicaid provider reimbursement rates. The General Fund allocation is to be distributed as follows: hospitals, \$1,500,000; physician services, \$1,191,000; mandatory dental population, \$1,830,500; and other providers, \$746,400.

Senate Bill 1

FY 2007, Item

- 62 The Medicaid Interim Committee is authorized to have up to six meetings during the 2007 interim period.

- 64 The Division of Epidemiology and Lab Services is authorized to not lapse up to \$250,000 for laboratory equipment.

Table 20
HEALTH

Operating Budget by Funding Source
Three-Year Comparison

	General Fund	Federal Funds	Dedicated Credits	Restricted/Trust Funds	Other Funds	Total Funds	Est. Positions
Executive Director's Operations							
Actual FY 2006	\$5,958,700	\$16,235,100	\$2,547,500	\$176,100	\$308,300	\$25,225,700	--
Authorized FY 2007	6,341,200	17,989,200	3,265,000	213,000	111,300	27,919,700	172.3
Appropriated FY 2008	6,933,200	15,741,900	2,881,200	828,000	151,200	26,535,500	169.2
Health Systems Improvement							
Actual FY 2006	5,126,600	3,710,100	4,311,600	0	(96,700)	13,051,600	--
Authorized FY 2007	6,116,900	4,719,600	5,589,800	0	720,000	17,146,300	133.9
Appropriated FY 2008	8,494,800	4,907,000	5,021,200	277,500	823,900	19,524,400	133.9
Epidemiology and Lab Services							
Actual FY 2006	4,923,200	7,339,900	3,646,300	293,600	431,800	16,634,800	--
Authorized FY 2007	5,222,300	7,514,900	4,653,000	293,500	1,251,700	18,935,400	132.7
Appropriated FY 2008	5,393,000	7,635,500	4,726,900	407,100	851,300	19,013,800	131.8
Community and Family Health							
Actual FY 2006	8,761,600	59,099,300	19,007,500	9,351,100	3,790,500	100,010,000	--
Authorized FY 2007	9,947,900	62,578,600	16,212,000	9,435,300	6,877,200	105,051,000	286.0
Appropriated FY 2008	13,203,300	62,496,000	16,199,500	9,509,300	6,507,300	107,915,400	291.0
Health Care Financing							
Actual FY 2006	10,307,500	42,003,500	4,337,500	300,000	18,995,800	75,944,300	--
Authorized FY 2007	10,979,200	44,541,700	4,724,600	350,000	18,175,500	78,771,000	467.5
Appropriated FY 2008	5,204,800	38,881,500	3,914,400	1,350,000	17,912,100	67,262,800	207.5
Health Clinics							
Actual FY 2006	711,700	0	1,083,800	0	2,511,600	4,307,100	--
Authorized FY 2007	1,177,500	0	1,105,600	0	2,562,000	4,845,100	66.5
Appropriated FY 2008	1,221,400	0	1,170,400	0	2,673,200	5,065,000	66.5
Medicaid - Base Program							
Actual FY 2006	300,646,900	904,993,800	71,346,900	11,254,300	52,758,700	1,341,000,600	--
Authorized FY 2007	316,074,100	926,449,700	66,278,700	13,344,500	65,344,000	1,387,491,000	7.0
Appropriated FY 2008	326,803,200	967,645,500	73,326,400	17,866,200	60,885,000	1,446,526,300	7.0
Medicaid - Human Services							
Actual FY 2006	0	122,537,400	0	0	50,245,700	172,783,100	--
Authorized FY 2007	0	121,449,200	0	0	51,333,900	172,783,100	0.0
Appropriated FY 2008	0	121,967,600	0	0	50,815,500	172,783,100	0.0
Children's Health Insurance Program							
Actual FY 2006	0	40,698,600	790,100	10,312,200	46,600	51,847,500	--
Authorized FY 2007	0	40,206,300	790,100	10,321,000	86,400	51,403,800	16.0
Appropriated FY 2008	2,000,000	56,173,000	790,100	12,333,100	86,400	71,382,600	16.0
Local Health Departments							
Actual FY 2006	2,055,700	0	0	0	0	2,055,700	--
Authorized FY 2007	2,092,200	0	0	0	0	2,092,200	0.0
Appropriated FY 2008	2,681,600	0	0	0	0	2,681,600	0.0
TOTAL OPERATIONS BUDGET							
Actual FY 2006	\$338,491,900	\$1,196,617,700	\$107,071,200	\$31,687,300	\$128,992,300	\$1,802,860,400	--
Authorized FY 2007	357,951,300	1,225,449,200	102,618,800	33,957,300	146,462,000	1,866,438,600	1,281.9
Appropriated FY 2008	371,935,300	1,275,448,000	108,030,100	42,571,200	140,705,900	1,938,690,500	1,022.9

HEALTH - BUDGET DETAIL

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
HEALTH FY 2008 OPERATING BUDGET						
Beginning Base Budget						
H1	\$557,978,300	\$1,233,027,000	\$123,169,900	\$31,866,800	\$129,234,800	\$1,875,276,800
H2	(20,136,900)	0	0	0	0	(20,136,900)
H3	96,300	134,600	34,500	5,000	5,400	275,800
H4	0	(75,934,300)	(17,909,300)	(800)	11,272,700	(82,571,700)
H5	(6,168,500)	(7,000,800)	(810,300)	0	(16,100)	(13,995,700)
	331,769,200	1,150,226,500	104,484,800	31,871,000	140,496,800	1,758,848,300
Statewide Ongoing Adjustments						
H6	901,600	1,165,500	259,400	49,000	104,700	2,480,200
H7	386,400	499,500	111,100	21,000	44,800	1,062,800
H8	133,200	179,900	37,600	4,400	11,600	366,700
H9	29,100	24,100	(500)	(200)	0	52,500
H10	(303,100)	(421,600)	26,400	1,200	2,000	(695,100)
H11	351,900	468,800	122,700	19,600	44,200	1,007,200
H12	15,900	20,300	4,900	800	1,800	43,700
	<i>1,515,000</i>	<i>1,936,500</i>	<i>561,600</i>	<i>95,800</i>	<i>209,100</i>	<i>4,318,000</i>
Ongoing Adjustments						
Executive Director's Operations						
H13	270,000	0	0	0	0	270,000
H14	0	0	0	50,000	0	50,000
H15	7,200	0	0	0	0	7,200
H16	0	0	6,000	0	0	6,000
Health Systems Improvement						
H17	500,000	0	0	0	0	500,000
H18	9,500	0	0	0	0	9,500
H19	3,000	0	0	0	0	3,000
H20	0	0	0	277,500	0	277,500
Epidemiology and Laboratory Services						
H21	369,800	0	0	0	0	369,800
H22	0	0	0	100,000	0	100,000
Community and Family Health Services						
H23	360,000	0	0	0	0	360,000
H24	2,280,600	0	0	0	0	2,280,600
H25	25,000	0	0	0	0	25,000
Health Care Financing						
H26	(394,600)	(394,600)	0	0	0	(789,200)

HEALTH - BUDGET DETAIL (Continued)

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Medical Assistance (Medicaid)						
H27	(10,135,900)	10,135,900	0	0	0	0
H28	19,649,000	48,719,100	0	0	0	68,368,100
H29	3,049,600	6,414,700	194,000	0	0	9,658,300
H30	12,779,700	23,681,700	2,783,700	0	0	39,245,100
H31	2,524,100	6,258,400	0	0	0	8,782,500
H32	0	0	0	4,111,900	0	4,111,900
Children's Health Insurance Program						
H33	2,000,000	7,940,400	0	0	0	9,940,400
Local Health Departments						
H34	89,400	0	0	0	0	89,400
	<i>33,386,400</i>	<i>102,755,600</i>	<i>2,983,700</i>	<i>4,539,400</i>	<i>0</i>	<i>143,665,100</i>
<i>Subtotal Ongoing Adjustments - Health</i>						
One-time Adjustments						
Executive Director's Operations						
H35	0	0	0	565,000	0	565,000
H36	90,000	0	0	0	0	90,000
Health Systems Improvement						
H37	750,000	0	0	0	0	750,000
H38	1,250,000	0	0	0	0	1,250,000
H39	6,500	0	0	0	0	6,500
Epidemiology and Laboratory Services						
H40	(369,800)	0	0	0	0	(369,800)
H41	150,000	0	0	0	0	150,000
Community and Family Health Services						
H42	500,000	0	0	0	0	500,000
Health Care Financing						
H43	0	1,000,000	0	1,000,000	0	2,000,000
Medical Assistance (Medicaid)						
H44	2,000,000	4,958,900	0	0	0	6,958,900
H45	174,000	431,400	0	0	0	605,400
H46	0	6,198,700	0	2,500,000	0	8,698,700
H47	214,000	0	0	0	0	214,000
Children's Health Insurance Program						
H48	0	7,940,400	0	2,000,000	0	9,940,400
Local Health Departments						
H49	500,000	0	0	0	0	500,000
	<i>5,264,700</i>	<i>20,529,400</i>	<i>0</i>	<i>6,065,000</i>	<i>0</i>	<i>31,859,100</i>
<i>Subtotal One-time Adjustments - Health</i>						
Total FY 2008 Health Adjustments						
	40,166,100	125,221,500	3,545,300	10,700,200	209,100	179,842,200
Total FY 2008 Health Operating Budget						
	\$371,935,300	\$1,275,448,000	\$108,030,100	\$42,571,200	\$140,705,900	\$1,938,690,500

HEALTH - BUDGET DETAIL (Continued)

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
HEALTH FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
Executive Director's Operations						
H50	\$112,000	\$0	\$0	\$0	\$0	\$112,000
Community and Family Health Services						
H51	173,000	0	0	0	0	173,000
Medical Assistance (Medicaid)						
H52	0	4,909,800	0	2,090,200	0	7,000,000
Department						
H53	(312,000)	(436,900)	25,300	300	1,700	(721,600)
	(27,000)	4,472,900	25,300	2,090,500	1,700	6,563,400
Total FY 2007 Health Budget Adjustments	(\$27,000)	\$4,472,900	\$25,300	\$2,090,500	\$1,700	\$6,563,400
HEALTH TOTALS						
FY 2008 Operating Base Budget	\$331,769,200	\$1,150,226,500	\$104,484,800	\$31,871,000	\$140,496,800	\$1,758,848,300
FY 2008 Operating Ongoing and One-time Adjustments	40,166,100	125,221,500	3,545,300	10,700,200	209,100	179,842,200
FY 2008 Operating Appropriation	371,935,300	1,275,448,000	108,030,100	42,571,200	140,705,900	1,938,690,500
FY 2007 Operating Adjustments	(27,000)	4,472,900	25,300	2,090,500	1,700	6,563,400